

SURROUNDING STATE TAX RATE COMPARISONS

Tax Year 2011

	STATE						
	IA	MO	NE	SD	MN	WI	IL
<u>Sales Tax</u>	6.000%	4.225%	5.500%	4.000%	6.875%	5.000%	6.250%
<u>Fuel Tax Per Gallon</u>							
Gasoline	\$ 0.2100	\$ 0.1700	\$ 0.264	\$ 0.2200	\$ 0.2750	\$ 0.309	\$ 0.1900
Diesel	0.2250	0.1700	0.264	0.2200	0.2750	0.309	0.2150
Ethanol	0.1900	0.1700	0.264	0.2000	0.2750	0.309	0.1900
<u>Personal Income Tax</u>							
Top Rate	8.98%	6.00%	6.84%	NA	7.85%	7.75%	5.00%
Deductible % of Federal Taxes	100.00%	100.00%	0.00%	NA	0.00%	0.00%	0.00%
Top Bracket Individual	\$ 64,756	\$ 9,000	\$ 27,001	NA	\$ 74,781	\$ 221,661	\$ 0
<u>Corporate Income Tax</u>							
Top Rate	12.00%	6.25%	7.81%	NA	9.80%	7.90%	9.50%
Deductible % of Federal Taxes	50.00%	50.00%	0.00%	NA	0.00%	0.00%	0.00%
Top Bracket	\$ 250,000	\$ 0	\$ 50,000	NA	\$ 0	\$ 0	\$ 0
<u>Cigarette Tax/Pack</u>	\$ 1.36	\$ 0.17	\$ 0.64	\$ 1.53	\$ 1.58	\$ 2.52	\$ 0.98

Notes:

- 1) Sales tax rates include only statewide sales taxes. Local option taxes may be in addition to the rates presented here.
- 2) Fuel tax rates do not include inspection fees, environmental surcharges, local option taxes, and sales taxes (if applicable).
- 3) In Missouri, personal income tax federal deductibility is capped at \$10,000 for joint returns and \$5,000 for single returns.
- 4) Illinois counties and cities may impose an additional tax of \$0.10 to \$0.15 per pack of cigarettes. Missouri allows counties and cities to levy an additional tax of \$0.04 to \$0.07 per pack.
- 5) In Minnesota, a corporate tax surcharge of 5.8% may apply to alternative minimum taxable income.

Source: Federation of Tax Administrators